

**DECISION OF CAPITAL STRUCTURE
AND
IT'S IMPACT ON RISK AND RETURN**

(A CASE STUDY OF JYOTI SPINNING MILLS LIMITED)

A THESIS

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RECOMMENDATION

This is to certify that the thesis

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has been prepared as approved by this Department in the prescribed format of the Faculty of Management. This thesis is forwarded for examination.

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and found the thesis to be original work of the student and written according to the prescribed format. we recommend the thesis to be accepted as a partial fulfillment of the requirements for the degree of

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DECLARATION

I here by declare that the work reported in the thesis entitled " **Decision of Capital Structure and Its Impact on Risk and Return: A Case Study of Jyoti Spinning Mills Limited**" submitted to Nepal Commerce Campus, Faculty of Management, Tribhuvan University is my original work done for the partial fulfillment of the requirements of Master of Business studies (M.B.S.) under the Supervision of **Prof Dr Sushil Bhakta Mathema** and **Lecturer Mr. Narayan Koirala** of Nepal Commerce Campus.

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LIST OF ABBREVIATION

JSML	=	Jyoti Spinning Mills Limited
EBIT	=	Earning Before Interest and Tax
DFL	=	Degree of Financial Leverage
EPS	=	Earning Per Share
ROE	=	Return on Equity
ROA	=	Return on Assets
TD	=	Total Debt
TA	=	Total Assets
I/C Ratio	=	Interest Coverage Ratio
LTD	=	Long-Term Debt
FY	=	Fiscal Year
CM	=	Contribution Margin
C.V.	=	Coefficient of Variation
NEPSE	=	Nepal Stock Exchange
F/Y	=	Fiscal Year